

Consolidated Profit and Loss Account

(Prepared in accordance with accounting principles generally accepted in Hong Kong)

For the year ended 31st December 2002

	Note	2002 RMB'000	2001 <i>RMB'000</i>
Turnover	2	2,413,101	2,076,603
Construction costs		(1,703,400)	(1,375,343)
Cost of inventories sold and services rendered		(700,441)	(608,716)
Cost of sales		(2,403,841)	(1,984,059)
Gross profit		9,260	92,544
Provision for foreseeable losses of construction contracts		(33,048)	–
Provision for medical insurance	26(c)	(55,076)	–
Write back of provision for a potential liability		–	2,630
Other revenue	2	145,116	85,791
Distribution costs		(10,218)	(4,616)
Administrative expenses		(114,819)	(111,535)
Other operating expenses		(6,973)	(17,812)
Operating (loss)/profit	3	(65,758)	47,002
Compensation for relocation	8	126,097	–
Write back of provision for non-recovery on principals due from non-banking financial institutions		4,713	1,086
Finance costs	4	(49,060)	(51,627)
Share of profits less losses of associated companies		843	888
Profit/(loss) before taxation		16,835	(2,651)
Taxation	5(a)	(1,924)	(1,494)
Profit/(loss) after taxation		14,911	(4,145)
Minority interests		109	(1,015)
Profit/(loss) attributable to shareholders	6	15,020	(5,160)
Earnings/(loss) per share	7	RMB0.0304	(RMB0.0104)